

September 15, 2006



U.S. Department
of Transportation

400 Seventh Street, S.W.
Washington, D.C. 20590

**Pipeline and Hazardous
Materials Safety Administration**

DOT-SP 14281
(THIRD REVISION)

EXPIRATION DATE: January 31, 2008

(FOR RENEWAL, SEE 49 CFR § 107.109)

1. GRANTEE: TK Holdings Inc.
(Former Grantee: Inflation Systems, Inc.)
Greensboro, NC
2. PURPOSE AND LIMITATION:
 - a. This special permit authorizes the transportation in commerce of certain scrap airbag inflators, seat belt pretensioners and/or airbag modules classed as Division 1.3C, subject to the packaging and special provisions prescribed herein. This special permit provides no relief from the Hazardous Materials Regulations (HMR) other than as specifically stated herein.
 - b. The safety analyses performed in development of this special permit only considered the hazards and risks associated with transportation in commerce.
 - c. No party status will be granted to this special permit.
3. REGULATORY SYSTEM AFFECTED: 49 CFR Parts 106, 107 and 171-180.
4. REGULATIONS FROM WHICH EXEMPTED: 49 CFR § 173.56(b) in that re-combinations of previously approved scrap airbag inflators, seat belt pretensioners and/or airbag modules do not require re-examination, re-classing and re-approval; § 173.61(a), in that Class 1 explosives may not be packed in the same outside packaging with Class 9 airbag inflators, seat belt pretensioners and/or airbag modules.

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5. BASIS: This special permit is based on the application of Inflations Systems, Inc., dated October 3, 2005, submitted in accordance with § 107.105 and the public proceeding thereon. Letter dated September 7, 2006 from TK Holdings Inc. and additional information dated September 14, 2006.
6. HAZARDOUS MATERIALS (49 CFR § 172.101):

Hazardous Material Description			
Proper Shipping Name	Hazard Class/ Division	Identification Number	Packing Group
Articles, explosive, n.o.s. (scrap airbag inflators, and/or scrap seat belt pretensioners, and/or scrap airbag modules and/or scrap airbag inflator components, and/or scrap seat belt pretensioner components)	1.3C	UN0470	II

7. SAFETY CONTROL MEASURES:

a. PACKAGING -

(1) Inner Packaging - Static resistant plastic bags or trays, as appropriate (not necessary if Specification 1A2 or 1G drums are used as outer packaging).

(2) Outer Packaging - Specification 1A2 removable head steel drum or Specification 1G fiberboard drums; 4G fiberboard boxes or 4H2 solid plastic boxes; or non-specification rugged reusable plastic or metal containers with either trays in the containers or cushioning material in the containers, to prevent movement of the articles during transportation.

b. SAFETY CONTROL MEASURES -

(1) All airbag inflators, seat belt pretensioners and/or airbag modules and/or air bag inflator or seat belt pretensioner components transported as scrap under this special permit must have been previously classified and approved by DOT in their original packaging.

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(2) The packages covered under this special permit must be marked and labeled in accordance with Part 172, Subparts D & E.

8. SPECIAL PROVISIONS:

a. A current copy of this special permit must be maintained at each facility where the package is offered or reoffered for transportation.

b. A person who is not a holder of this special permit who receives a package covered by this special permit may reoffer it for transportation provided no modification or change is made to the package or its contents and it is reoffered for transportation in conformance with this special permit and the HMR.

c. Each motor vehicle must be placarded in accordance with Subpart F of Part 172.

d. This special permit only authorizes transportation by motor vehicle from Takata de Mexico, S.A. de C.V. Coahuila, Mexico or TK Holdings Inc., Moses Lake, WA to Autoliv ASP, Inc. Promontory, UT or EBV EEC Explosives Environmental Company, Joplin, MO for reclamation or disposal.

e. Transportation must be by private or contract carrier.

f. Packagings permanently marked 'DOT-E 14281', prior to October 1, 2007 may continue to be used under this special permit for the remaining service life of the packaging or until the special permit is no longer valid. Packagings marked on or after October 1, 2007 must be marked 'DOT-SP 14281'.

g. Shipping papers displaying 'DOT-E 14281' may continue to be used until October 1, 2007, provided the special permit remains valid.

9. MODES OF TRANSPORTATION AUTHORIZED: Motor vehicle.

10. MODAL REQUIREMENTS: A current copy of this special permit must be carried aboard each motor vehicle used to transport packages covered by this special permit.

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11. COMPLIANCE: Failure by a person to comply with any of the following may result in suspension or revocation of this special permit and penalties prescribed by the Federal hazardous materials transportation law, 49 U.S.C. 5101 et seq:

- o All terms and conditions prescribed in this special permit and the Hazardous Materials Regulations, 49 CFR Parts 171-180.
- o Persons operating under the terms of this special permit must comply with the security plan requirement in Subpart I of Part 172 of the HMR, when applicable.
- o Registration required by § 107.601 et seq., when applicable.

Each "Hazmat employee", as defined in § 171.8, who performs a function subject to this special permit must receive training on the requirements and conditions of this special permit in addition to the training required by §§ 172.700 through 172.704.

No person may use or apply this special permit, including display of its number, when this special permit has expired or is otherwise no longer in effect.

Under Title VII of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU)—"The Hazardous Materials Safety and Security Reauthorization Act of 2005" (Pub. L. 109-59), 119 Stat. 1144 (August 10, 2005), amended the Federal hazardous materials transportation law by changing the term "exemption" to "special permit" and authorizes a special permit to be granted up to two years for new special permits and up to four years for renewals.

12. REPORTING REQUIREMENTS: Shipments or operations conducted under this special permit are subject to the Hazardous Materials Incident Reporting requirements specified in 49 CFR §§ 171.15 - Immediate notice of certain hazardous materials incidents, and 171.16 - Detailed hazardous materials incident reports. In addition, the grantee(s) of this special permit must notify the Associate Administrator

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for Hazardous Materials Safety, in writing, of any incident involving a package, shipment or operation conducted under terms of this special permit.

Issued in Washington, D.C.:

A handwritten signature in blue ink, appearing to read "R. Ryan Taylor", is written over a faint, circular official stamp.

for Robert A. McGuire
Associate Administrator
for Hazardous Materials Safety

Address all inquiries to: Associate Administrator for Hazardous Materials Safety, Pipeline and Hazardous Materials Safety Administration, Department of Transportation, Washington, D.C. 20590. Attention: PHH-31.

Copies of this special permit may be obtained by accessing the Hazardous Materials Safety Homepage at http://hazmat.dot.gov/sp_app/special_permits/spec_perm_index.htm. Photo reproductions and legible reductions of this special permit are permitted. Any alteration of this special permit is prohibited.

PO: CHHochman/sln